NSC Apple Fed For Release 2002/06/11 : CIA-RDP 79R00890A0002000500 98 1954

THE EGYPTIAN SITUATION

I. Current Situation

Reconciliation Nagib and Nasr weak compromise inviting further struggle and possible deterioration ruling Revolutionary Command Council as absolute power in Egypt.

- A. Authority Nasr and council weakened by developments.
- B. Nasr, despite new post of prime minister, lost face and may also have lost some of his nerve.

- D. Nagib basically weak, indecisive. Personality only asset.

 Character not strengthened by return.
- E. Member of governor general's staff at Khartoum on 1 May described him as "half there" suffering fatigue, shock and throat ailment.
- F. Unknown elements in army apparently maneuvering for power.
- G. Council has begun crackdown on unruly elements.

DOCUMENT NO.

NO CHANGE IN CLASS. LI

DECLASSIFIED

CLASS. CHANGED TO: TS S C

Approved For Release 2002/06/11: CIA-RDP 29890A000200050038-9

25X6

Approved For Release 2002/06/11: CIA-RDP79R00890A000200050038-9 II. Anticipated Developments:

- A. Future authority of Revolutionary Command Council could now be uncertain. Position weakened by:
 - 1. Continuing intra-council pbtting and maneuvering.
 - 2. Possible challenge from new military groups.
 - 3. Badly defined role of Nagib and his relations with Nasr and council.
 - 4. Nagib's demands for increased authority over council reportedly cause of its decision to remove him on 25 February
- B. Wafd, Moslem Brotherhood, Communists, other extremists, and old-line politicians expected to make strong effort to establist working relations with those actively controlling government. With other army factions attempting to seize power.
 - 1. Both Brotherhood and Leftist elements appear involved in return of Nagib.
- C. Early return constitutional government remove despite public announcement.
 - 1. No basis prepared.
 - 2. Council and Nagib too preoccupied.

Approved For Release 2002/06/11: CIA-RDP79R00890A000200050038-9

- D. No progress internal economic development during period
 - of political confusion.
 - No basis prepared.
 - 2. Council and Nagib too preoccupied.
- E. Prospects Suez settlement in state of suspense.
 - 1. Increased influence extremist sentiment in Egypt and uncertain internal security will lessen hope of compromise on Suez.

25X6

Approved For Release 2002/06/11: CIA-RDP79R00890A000200050038-9

SECRET

Approved For Release 2002/06/11 : CIA-RDP79R00890A000200050038-9

F. Severe Sudanese disorders accompanying Nagib's visit
to Khartoum and earlier reaction pro-Egyptian faction
to announcement his ouster as president suggests
instability in Cairo may have adversely affected Egypt's
future position and influence in the Sudan.

III. Immediate Future

- A. Period of confusion, internal maneuvering and loss of power by the council likely with resultant development more extremist military dictatorship.
- B. Extreme rightist anti-British sentiment likely to increase.
- C. Communism unlikely to assume significant position although it may attach itself to anti-British sentiment and rightist extremism.